

JACKSON ELECTRIC COOPERATIVE, INC.

MEMBER OWNED SINCE 1939

RECEIVED

JUL 2 2 1994

July 18, 1994

FCC MAIL ROOM

The Honorable Reed Hundt Chairman rederai Communications Commission 1919 M Street, NW, Rm. 814 Washington, D.C. 20554

Re: In support of Comments of the National Rural Telecommunications Cooperative, in the Matter of the Implementation of Section 19, Cable Television Consumer Protection and Competition Act of 1992, Annual Assessment of the Status of Competition in the Market for the Delivery of Video Programming, CS Docket No. 94-48.

Dear Chairman Hundt:

Jackson Electric Cooperative, Inc., a member of NRTC, is deeply committed to the delivery of television programming to our rural customers. Many of our customers have no access to cable television; the only option available has been satellite service.

In order for us to provide quality programming to this largely unserved market at fair and competitive rates, we need complete access to all programming at equitable rates. This is necessary to allow us to compete in our local marketplace.

We understand that this has previously been addressed with the passage of the 1992 Cable Act; however, we do not currently have DBS distribution rights for Time Warner and Viacom programming (such as HBO, Showtime, Cinemax, The Movie Channel, VH-1, MTV, Nickelodeon, etc.) due to exclusive distribution arrangements made with United States Satellite Broadcasting Co. Inc. (USSB). Our market is hungry for television service; nevertheless, our rural customers want access to the same programming as their metropolitan neighbors. This impacts our ability to compete in our local area. To receive Time Warner and Viacom programming, our customers must now subscribe to two separate, competing packages due to the USSB-exclusive distribution arrangement. Why should other distributors (such as PrimeStar) have access to this programming, and we do not? If both DIRECTV and USSB offered these services, customers would have a choice of service providers, resulting in both lower prices and improved service. DIRECTV's programming contracts are not exclusive; USSB could offer

Jackson Electric Cooperative, Inc. July 18, 1994 Page Two

these services if it chose to do so.

Please assist us in this matter. We feel strongly that the FCC should enforce the wishes of Congress as expressed in the 1992 Cable Act. We ask that you monitor and address the problems being brought to your attention by banishing the type of exclusive arrangements represented by the USSB/Time Warner/Viacom deal.

Thank you for your consideration in this matter.

Yours truly,

Lina Hill DBS Business Manager, JEC-TV Jackson Electric Cooperative, Inc.

cc: / Mr. William F. Caton Secretary Federal Communications Commission 1919 M St., NW, Rm 222 Washington, D.C. 20554

> The Honorable Rachelle B. Chong Commissioner Federal Communications Commission 1919 M St., NW, Rm. 844 Washington, D.C. 20554

> The Honorable Susan Ness Commissioner **Federal Communications Commission** 1919 M St., NW, Rm. 832 Washington, D.C. 20554

The Honorable James H. Quello Commissioner Federal Communications Commission 1919 M St., NW, Re. 802 Washington, D.C. 20554

The Honorable Andrew C. Barrett Commissioner **Federal Communications Commission** 1919 M St., NW, Rm. 826 Washington, D.C. 20554